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MEMORANDUM FOR THE RECORD

SUBJECT: Concurrence in Amendment No. 9 to Contract No. BC-450, Hycon Mfg. Company, Pasadena, Calif., Project CHALICE and Air Force

25X1

- This memorandum contains a recommendation submitted for approval of the Director of Central Intelligence. Such recommendation is set forth in Paragraph 6.
- 2. Contract No. BC-450 is a Time and Material type covering repair and overhaul of Project and Air Force equipment previously delivered under other contracts. The contract also provides for in-plant and test site engineering, related work and/or services as may be requested by the Contracting Officer or his authorized representatives.
- 3. This Amendment No. 9 extends the period of performance for the next Fiscal Year, i.e., 1 July 1958 through 30 June 1959. The Amendment also provides for field audit in lieu of headquarters desk audit.
- 4. Fiscal Year 1959 CHALICE funds, when available, in the amount of \$225,000.00 should be obligated to cover the extended period. The Amendment also adds funds in the amount of \$225,000.00 for the Air Force. This amount should be obligated during FY 1959 against Air Force "No Year" funds. Including this obligation of \$450,000.00, funds are allocated for this Contract as follows:

Period	Project	FY	Amount	Total
1 Jul '56 = 30 Jun '57	CHALICE Air Force	1957 1957	\$304,000 66,000	
1 Jul 157 - 30 Jun 158	CHALICE Air Force	1958 1958	340,000 248,000	
1 Jul '58 - 30 Jun '59	CHALICE Air Force	1959 1959	225,000 225,000	\$1,408,000

By concurrence to this memorandum the Project Comptroller signifies that funds are available for the Air Force obligation and that the obligation for CHALICE has been noted and will be recorded when funds

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for FY 1959 are available.

5. Certification of funds for this contract will be handled under the procedure approved by the Director of Central Intelligence on 15 December 1956, which in effect results in all 10(b) expenses involving issuance of Treasury Checks being accumulated in a separate account within the Finance Division. The amounts in this account will be periodically scheduled for certification of the vouchers by the Director. This procedure eliminates the necessity for a separate certification of authority under Section 10(b) of Public Law 110, 81st Congress, for each contract.

6. Approval of Amendment No. 9 thereof on behalf of the Agency by is recommended.	9 to Contract No. BC-450 and execution the Authorized Contracting Officer	25 X 1
	RICHARD M. BISSELL, JR. Special Assistant to the Director for Planning and Development	
CONCURRENCES:		
		_. 25 X 1
Contracting Officer		25 X 1
Dimension of Devil Department		20/(1
Director of D and P, DPS/DCI		25X1
General Counsel 6//6/58	Approval requested in Paragraph 6, granted.	25X1
•	DIRECTOR OF CENTRAL INTELLIGENCE	